

# TM STONEHAGE FLEMING GLOBAL EQUITIES FUND II 'GEF II'

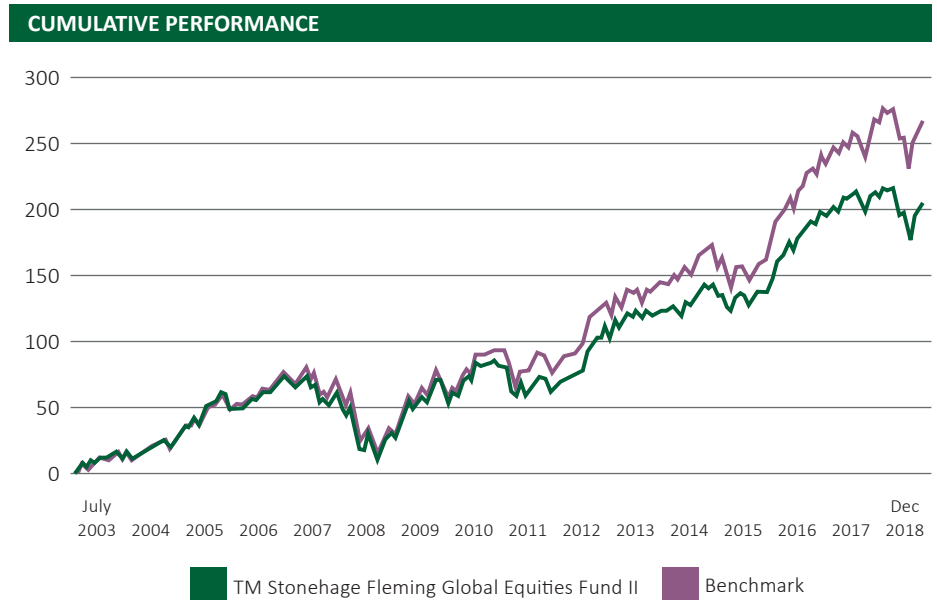
 <b>UNCONSTRAINED GLOBAL UNIVERSE</b>	 <b>EQUITIES</b>	 <b>LONG TERM CAPITAL GROWTH</b>	 <b>BLEND OF PASSIVE, FACTOR AND ACTIVE EXPOSURE</b>	 <b>DEEP INVESTMENT RESOURCE</b>	 <b>HIGH CONVICTION INVESTORS</b>
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FUND INFORMATION	
Total Net Assets (Millions GBP)	258.2
Comparative Index	GEF II Official Prospectus Benchmark <sup>2</sup>
Lipper Sector	Lipper Global Equity Global
Fund Type	Non-UCITS Retail Scheme ("NURS")
Fund domicile	UK
Base Currency	GBP
Fund launch	31 July 2003 <sup>1</sup>
Number of holdings	13
Income paid	Quarterly
Type of payment	Dividend
Ex Dividends	3 Jan, 3 Apr, 3 Jul, 3 Oct
Payment date	28 Feb, 31 May, 31 Aug, 30 Nov
Dealing	Daily
Yield	1.6
Performance fee	None
Custodian	Northern Trust Global Services SE
Administrator	Northern Trust Global Services SE
Authorised Corporate Director	Thesis Unit Trust Management Ltd

**INVESTMENT OBJECTIVE**

To achieve capital growth and an element of income by investing predominantly in the UK and international regulated equity funds. It is likely that a significant proportion of the Fund's property will be invested in sub-funds of another regulated collective investment scheme operated by the manager.

- INVESTMENT STRATEGY**
- We construct globally orientated portfolios of long term investment ideas.
  - We blend passive, factor and active market exposure targeting a robust equity solution.
  - We are conviction investors with all investments carefully assessed for purpose and clarity.



**PERFORMANCE DISCLOSURE**

Past performance is not a guide to future performance. The value of investments can fall. Investors may not get back the amount invested. Income from investments may vary and is not guaranteed. The return may increase or decrease due to currency fluctuations. Performance figures are net of fees and charges. For a full list of risks applicable to this fund, please refer to the Prospectus.

**PORTFOLIO MANAGER**



**Graham Wainer**  
Graham is CEO and Head of Stonehage Fleming Investment Management in London. He is also Chairman of the Investment Committee. Prior to joining the Group, Graham was GAM's Group Head of Investments – Multi Asset Class Solutions and Chairman of GAM's Investment Advisory Board where he had overall responsibility for the firm's discretionary mandates and related comingled funds.

FUND PERFORMANCE %	3m	12m	YTD	3yrs p.a. %	Since Fund Inception p.a. %
TM Stonehage Fleming Global Equities Fund II	8.6	2.6	8.6	8.8	7.4
Fund Benchmark <sup>1</sup>	9.2	7.9	9.2	12.5	8.7

DISCRETE ANNUAL FUND PERFORMANCE %	0-12m	12m-24m	24m-36m	36m-48m	48m-60m
TM Stonehage Fleming Global Equities Fund II	2.6	2.0	23.1	-2.4	10.3
Fund Benchmark <sup>1</sup>	7.9	2.9	28.0	-3.5	13.4

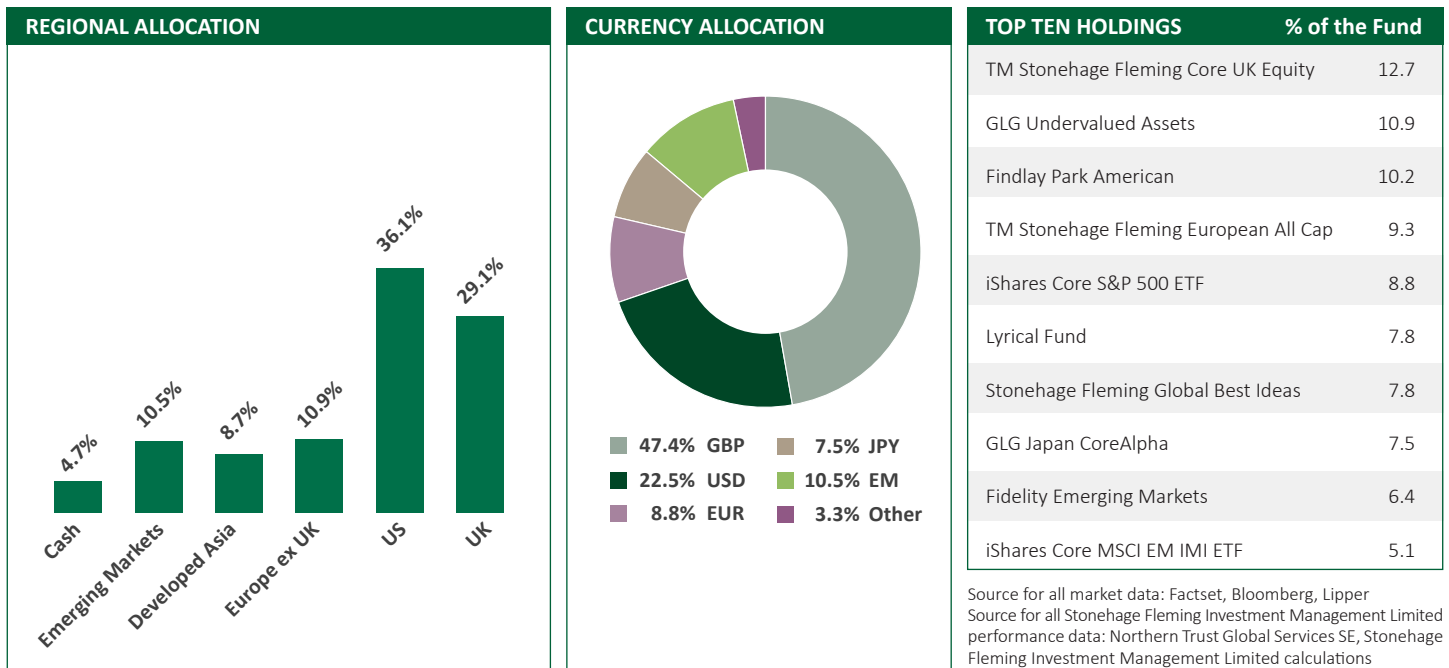
GBP A (inc) share class details	
ISIN	GB00B3QD9409
Synthetic Risk & Reward Indicator (SRRI) rating	5
Inception date	31 July 2003
Max initial charge	5.25%
Max exit charge	5.25%
Annual mgmt charge	0.71%
Ongoing charge (OCF) <sup>2</sup>	1.42%
Min initial investment (GBP)	50 000
Registered for sale	UK

<sup>1</sup> Inception 31 Jul 2003 net of fees

<sup>2</sup> Since 01 July 2007, the GEF II Official Prospectus Benchmark ("Benchmark") has been a composite benchmark made up of MSCI gross dividend indices – UK 45%; US 22%; Europe ex UK 16%; Far East 10% Emerging Markets 7%; rebalanced monthly. Prior to this, the benchmark was a composite benchmark made up of MSCI gross dividend indices - UK 45%; US 25%; Europe ex UK 17.5%; Far East 12.5%; rebalanced monthly. Source MSCI.

<sup>3</sup> OCF as of 2 April 2018.

# TM STONEHAGE FLEMING GLOBAL EQUITIES FUND II 'GEF II'



Source for all market data: Factset, Bloomberg, Lipper  
Source for all Stonehage Fleming Investment Management Limited performance data: Northern Trust Global Services SE, Stonehage Fleming Investment Management Limited calculations

### FUND COMMENTARY

Financial assets staged a significant recovery during the first quarter of 2019, with global equities rallying 10.0% in sterling terms. In spite of a wave of lacklustre economic data, market participants have focused on the unwinding of the biggest concerns that confronted investors in 2018; this included the Federal Reserve discussing a potential halt to their Balance Sheet tightening programme by September, as well as heightened optimism of the US and China resolving their current trade dispute.

The US stock market has been the best performing of the developed world this quarter, rising 11.6%, whilst European and Japanese equities have lagged. Economic data has remained particularly weak in Europe, prompting the ECB to slash its growth forecasts and to announce a further programme of targeted long-term refinancing operations (TLTROs). The UK market outperformed broader European indices in spite of Theresa May's ongoing failure to push an exit deal through Parliament.

Over the quarter the fund rose 8.6% and was slightly behind the benchmark return of 9.2%. The fund's global orientation and higher allocation to US equities was a positive contributor to performance in the quarter; however the impact of manager selection in aggregate was negative. Funds that lagged their respective benchmarks included Findlay Park, TM Stonehage Core UK Equity (Majedie), TM Stonehage Fleming European All Cap and GLG Japan. Weak stock selection was the primary driver of TM Stonehage Core UK Equity and TM Stonehage Fleming European All Cap's underperformance, with UK companies Centrica and Sainsbury's disappointing in the case of the former, while steel and engineering firm, ThyssenKrupp, impacted the latter as European economic activity disappointed. In the case of Findlay Park, it was largely due to their elevated cash position which protected them well in the previous quarter, while GLG's holdings in the banking sector underperformed the wider market. We continue to believe these are all high conviction positions. There were a number of pleasing results, as the Fidelity Emerging Market Fund, delivered good returns with several of its holdings in China rebounding. Other strong contributors including The Stonehage Fleming Global Best Ideas Fund (GBI) and GLG UK Undervalued Assets Fund. GBI's Financial and Consumer positions performed well, while GLG UK benefitted from positions in Taptica and Hunting.

There was minimal activity in the fund during the quarter.

### IMPORTANT INFORMATION

Derivatives may be used for efficient portfolio management. The Fund invests in assets which are dominated in other currencies; hence changes in relevant exchange rate will affect the value of the investment.

The TM Global Equities Fund II ("the Fund") is a non UCITS Retail scheme ("NURS") that is authorised and regulated in the UK by the Financial Conduct Authority (reference number 200211). The Fund is an authorised unit trust scheme. The trustee of the Fund is Northern Trust Global Services SE, with registered number SE000121. Its registered office and its principal place of business is at 50 Bank Street, London E14 5NT, United Kingdom.

The Manager is Thesis Unit Trust Management Limited, which is authorised and regulated by the Financial Conduct Authority (reference number 186882). The registered office and head office of Thesis Unit Trust Management Limited is Exchange

Building, St John's Street, Chichester, West Sussex PO19 1UP. Registered in England with Company number 3508646. The investment manager is Stonehage Fleming Investment Management Limited, which is authorised Financial Conduct Authority (reference number 194382). Registered Office: 15 Suffolk Street, London, SW1Y 4HG.

Before you invest you should read the Key Investor Information Document (KIID) and the Prospectus which contain detailed information. These documents are available in English, free of charge, upon request by writing to Thesis Unit Trust Management Limited at Exchange Building, St John's Street, Chichester, West Sussex PO19 1UP; or by phoning 01483 783 900 between 9am and 5pm Monday to Friday; or on the website at [www.fundlistings.com](http://www.fundlistings.com).

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This document constitutes a financial promotion for the purposes of Section 21 of the Financial Services and Markets Act 2000 and has been approved and issued by Stonehage Fleming Investment Management Limited. For details of the Funds investment policy, please see the Investment Objective and Policy section of the Fund Prospectus Document.

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